

Close-out Report Narrative

Background:

Central Peninsula General Hospital (CPGH) in Soldotna was awarded \$300,000 to help purchase upgraded MRI equipment that has a wider and shorter bore, allowing for a shorter scan time. "Patients who cannot tolerate the present MRI will no longer have to travel to get this service," Susan Caswell, CPGH Grants Coordinator said. "We are pleased to be offering continuing improvements in non-invasive diagnostic imaging services right here, for the Central Kenai Peninsula."

Activities:

1st Quarter:

The upgraded MRI machine was included in the capital equipment plan for FY 2004. Kenai Peninsula Hospital Service Area Board passed Resolution 2003-68 approving purchase of the upgraded MRI. Kenai Peninsula Ordinance 2003-19-23 approving the appropriation of funds to purchase the MRI was enacted by the Assembly of the Kenai Peninsula Borough on November 18th, 2003.

2nd Quarter:

Initially applied for SOA Certificate of Need Coordinator (CON), David Picrec. CON application was unnecessary due to the fact that it is an upgrade rather than addition or new service.

Bids received and Siemens Symphony 1.5 MRI selected for purchase. Total cost of this MRI was \$1,198,600. CPGH entered into a lease/purchase agreement with Siemens for a new Symphony 1.5 MR. This MRI cost \$1,153,299. The Denali Commission funds (\$300,000) were used in total for this equipment expense. CPGH capital funds made up the balance (\$853,299).

The budget was as follows:

MRI Equipment	\$1,153,299
Total Cost of Project	\$1,153,299

Request for Funding:

Denali Commission	\$300,000
CPGH Capital Budget	\$853,299
Total Project Funds	\$1,153,299

Initial invoice was received from Siemens Medical Solutions USA for the down payment of \$300,000. CPGH paid the down payment by check and is requesting reimbursement from the Commission to cover this expenditure.

Delivery and installation were delayed from October, 2004, to be completed no later than 12/31/04.

3rd Quarter:

The project was on a revised schedule with shipment and delivery expected in November. There were unanticipated delays due to refitting of the shielding for the MRI location and delayed shipment of the unit.

Construction on the location had not been initiated before the end of August 2004. Photos were provided as the work commenced in September and as it proceeded. Delivery and installation were then scheduled to occur in November 2004. Project completion anticipated by 12/31/04.

Reimbursement check was received for \$285,000, 95% of total grant award. The final 5% to be reimbursed upon project completion.

4th Quarter:

Delivery and installation were completed in November/December, 2004. MRI was installed and fully operational prior to December 31, 2004. Denali plaque will be installed prior to January 31, 2005

Requesting the final 5% to be reimbursed upon receipt of this report of project completion.

Project Outcomes:

The new MRI has a shorter bore and faster scan time. This allows for patients to have less discomfort and better tolerance for the procedures. It also allows for patients who were not able to fit into the older model MRI to have their scans completed at CPGH. The new MRI has improved capabilities for the identification and diagnosis of medical issues.

Problems Encountered:

The cost of shielding and remodel were not initially included in the project budget. The new machine was delayed in delivery. The roof had to be removed from the building in order to install the new MRI. These developments required additional CPGH cash match and delays in installation.

Conclusions and Recommendations:

In conclusion, the support of the Denali Commission was crucial to the completion of this project. The Kenai Peninsula Borough provided capital towards the project as well. Health services are a priority for our aging population with a high incidence of chronic diseases on the Kenai Peninsula. This project will help to maintain high quality medical care including state of the art diagnostic imaging services for patients in their home communities.

Attachments:

Attach any material that helps to describe your project and documents your successes, such as photographs, news clippings, maps or videotapes. Also, please attach copies of any written

evaluations that may have been completed for your project. Attachments must include, at a minimum, the following:

1. *Acknowledgement of Support:*

The plaque is on order and a photo will be submitted within 60 days.

2. *Photographs:*

Please see e-mailed photos previously submitted.

FUNDS DISBURSEMENT REQUEST FORM

Funds Disbursement Request # 2 Grant #: 06-4-C-4901Date: 1/12/2005Amount Requested \$ \$15,000

Identify, by work activity, all work completed for which payment is requested. Provide evidence of completion of work identified. Also complete a Financial Report Form and a summary page of expenses that reference the invoices and back-up information included.

Completed installation of MRI. Currently fully operational and in use.

You must attach a copy of invoice for which payment is requested, i.e. bill from contractor, subcontractor, materials supplier, or other party approved by DHSS.

Paid on 7/9/04, CPGH check number 0146709. Purchase order #34040.

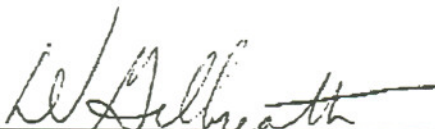
Invoice previously provided. Seeking full reimbursement of charges submitted with prior quarter report.

If reimbursement is requested, provide evidence of prior payment by the Grantee.

See past invoice provided.

I certify that all evidence presented to the Department of Health and Social Services, is in accordance with this capital Grant is true and correct.

Signature



Date

